GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:3798
ANSWERED ON:17.08.2001
EXCISE DUTY CONCESSION
P.R. KHUTE

Will the Minister of FINANCE be pleased to state:

(a)whether concession facility in excise duty for the items manufactured by the small scale units are also given to other manufacturers, who are manufacturing same brand of items in rural areas;

(b) if so, the details thereof; and

(c) if not, the reasons therefor and the steps taken in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a) , (b) and (c)Subject to certain conditions, excise duty exemption is available to specified goods manufactured by small scale units. However, exemption is not allowed to goods bearing the brand name of another person, except when such branded goods are produced by small scale units located in a rural area. Non-SSI units are not allowedany such exemption. The policy is to encourage production in small scale units, more so, when such units are located in rural areas.